DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: RN 11 24119 BILL NUMBER: AB 1280 POSITION: Neutral AUTHOR: J. Hill

BILL SUMMARY: Ephedrine: Retail Sale

This bill would make it a misdemeanor for any retail distributor to sell or distribute to a person nonprescription products containing ephedrine or related substances, as specified. This bill would also require retailers to immediately transmit information regarding pseudoephedrine purchases to the National Precursor Log Exchange (NPLEx), as specified. This measure also includes language to avoid a potential chaptering problem relative to AB 109 (Chapter 15, Statutes of 2011). The provisions of this measure would remain in effect until January 1, 2018 unless another measure extends or repeals that timeframe.

FISCAL SUMMARY

The Department of Justice (DOJ) indicates that there would be no fiscal impact to them as a result of this bill. Any local government costs resulting from the mandate in this measure would not be state-reimbursable because the mandate only involves the definition of a crime or the penalty for conviction of a crime.

COMMENTS

The Department of Finance is neutral on this bill. The intent of this bill is to enhance public safety by providing for a centralized means of tracking pseudoephrine purchases.

Existing law classifies controlled substances into five schedules and a controlled substance in any of the schedules may be possessed or dispensed only upon a lawful prescription, as specified. Existing law does not classify ephedrine, pseudoephedrine, norpseudoephedrine, or phenylpropanolamine, within any of the five schedules but provides that it is a crime for a person who engages in specified transactions involving those drugs to fail to submit a report to the DOJ of all of those transactions, or to fail to submit an application to, and obtain a permit for the conduct of that business from, the DOJ, as specified.

This bill would:

- Provide that it is a misdemeanor for any retail distributor, except pursuant to a valid prescription from a
 licensed practitioner with prescriptive authority, to sell or distribute to a person specified amounts of
 nonprescription products containing ephedrine, pseudoephedrine, norpseudoephedrine, or
 phenylpropanolamine within specified time limits, to sell or distribute any of those substances to a
 person whose information has generated an alert, or to sell or distribute to any purchaser a
 nonprescription product containing any amount of those substances, as specified.
- Require the secure storage and monitoring of product containing any amount of ephedrine, pseudoephedrine, norpseudoephedrine, or phenylpropanolamine, as specified.
- Require retail distributors to transmit, on and after July 1, 2012, sale information to the NPLEx for
 purposes of determining whether the sale would violate these provisions, and require the DOJ to enter
 into a memorandum of understanding with the National Association of Drug Diversion Investigators
 regarding the transaction records, in NPLEx, as specified.
- Provide that the information in the system may not be used for any purpose other than to meet the requirements of, or comply with, this act or a certain federal act, as specified.

Analyst/Principal (0211) J. Osborn	Date	Program Budget Manager Lisa Ann L. Mangat	Date		
Department Deputy Di	rector		Date		
Governor's Office:	Ву:	Date:	Position Approved Position Disapproved		
BILL ANALYSIS			Form DF-43 (Rev 03/95 Buff)		

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SILL REPORT(CONTINUED)	Form DF-43		
AMENDMENT DATE	BILL NUMBER		
	BILL REPORT(CONTINUED) AMENDMENT DATE		

RN 11 24119

J. Hill

AB 1280

	SO	(Fiscal Impact by Fiscal Year)					
Code/Department	LA	(Dollars in Thousands)					
Agency or Revenue	CO	PROP					Fund
Type	RV	98	FC	2011-2012 FC	2012-2013 FC	2013-2014	Code
0820/Justice	SO	No No/Minor Fiscal Impact				0001	
8885/Comm St Mndt	ΙA	Nο		No/Mind	or Fiscal Impact		0001